MINUTES

MONTANA HOUSE OF REPRESENTATIVES 60th LEGISLATURE - REGULAR SESSION

COMMITTEE ON TAXATION

Call to Order: By Chairman Bob Lake, on March 29, 2007 at 8:00 A.M., in Room 152 Capitol.

ROLL CALL

Members Present:

Rep. Bob Lake, Chairman (R)

Rep. Jill Cohenour, Vice Chairman (D)

Rep. Jon Sonju, Vice Chairman (R)

Rep. Norma Bixby (D)

Rep. Mark Blasdel (R)

Rep. Edward B. Butcher (R)

Rep. Ron Erickson (D)

Rep. Wanda Grinde (D)

Rep. Robin Hamilton (D)

Rep. Edward Hilbert (R)

Rep. Mike Jopek (D)

Rep. Carol Lambert (R)

Rep. Gary MacLaren (R)

Rep. Dave McAlpin (D)

Rep. Bill Nooney (R)

Rep. JP Pomnichowski (D)

Rep. John (Jack) W. Ross (R)

Rep. Chas Vincent (R)

Members Excused: None.

Members Absent: None.

Staff Present: Jeff Martin, Legislative Branch

Debra Polhemus, Committee Secretary

Audio Committees: These minutes are in outline form only. They provide a list of participants and a record of official action taken by the committee. The link to the audio recording of the meeting is available on the Legislative Branch website.

Committee Business Summary:

Hearing & Date Posted: HB 842, 3/26/2007; HB843, 3/27/2007 Executive Action: SB 514; HB 832; HB 834; SB 332 SB 418; Committee Bill

HEARING ON HB 842

Opening Statement by Sponsor:

00:01:47 Rep. Hal Jacobson (D), HD 82, opened the hearing on HB 842, Tax incentive for inventor & manufacturer of product.

Proponents' Testimony:

00:04:03 Diane Bayuk, Inventor

Opponents' Testimony: None

<u>Informational Testimony</u>:

00:06:21 Brian Olsen, Department of Revenue

<u>Questions from Committee Members and Responses</u>:

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00:07:34 Rep. Jopek
00:08:49 Michael Bayuk, Attorney, Helena
00:09:56 Rep. Lambert
00:10:50 Diane Bayuk
00:12:27 Chairman Lake
00:13:01 Rep. Lambert
00:13:17 Rep. Erickson
00:13:50 Brian Olsen
00:15:03 Rep. Nooney
00:15:41 Diane Bayuk
00:16:26 Rep. Erickson
00:17:03 Rep. Jacobson
00:17:32 Michael Bayuk
00:17:42 Rep. Butcher
00:18:46 Rep. Vincent
00:19:36 Michael Bayuk
00:19:55 Diane Bayuk
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Closing by Sponsor:

00:21:04 Rep. Hal Jacobson

00:21:36 Rep. McAlpin left the hearing

HEARING ON HB 843

Opening Statement by Sponsor:

00:22:37 Rep. Llew Jones (R), HD 27, opened the hearing on HB 843, Property tax exemption for transmission line impacts to adjacent property.

<u>Proponents' Testimony</u>:

| 00:30:02 | Sen. Jerry Black, SD 14 | | | | | |
|----------|---|--|--|--|--|--|
| 00:32:25 | John Youngbird, representing Montana Farm Bureau | | | | | |
| 00:33:25 | Steve Pilcher, representing Montana Stock Growers | | | | | |
| | Association | | | | | |
| 00:33:57 | Mike Murphy, representing Montana Water Resources | | | | | |
| | Association | | | | | |
| 00:34:39 | John Alke, representing Montana/Alberta Tie Line | | | | | |
| 00:36:17 | Katie Kassmier, representing Montana Farmers Union | | | | | |
| 00:36:47 | Pat Torgerson, representing Women In Farm Economics | | | | | |
| 00:37:18 | Candace Payne, representing Southern Montana Electric | | | | | |
| | Generation Co-Op | | | | | |

Opponents' Testimony: None

<u>Informational Testimony</u>:

00:38:40 Dallas Reese, Department of Revenue

Questions from Committee Members and Responses:

00:39:38 Rep. Pomnichowski 00:40:01 Rep. Jones 00:41:49 Dallas Reese 00:43:23 Rep. Jopek 00:44:07 Rep. Jones 00:46:45 Rep. Erickson 00:47:02 Rep. Nooney 00:47:42 Rep. Jones 00:48:05 Rep. Ross 00:48:46 Steve Pilcher 00:49:36 Rep. Jopek 00:50:19 Rep. Jones 00:50:58 Rep. Erickson 00:51:36 Rep. Jones 00:52:34 Rep. Cohenour 00:52:49 Rep. Jones 00:54:14 Chairman Lake 00:55:08 John Youngbird

Closing by Sponsor:

00:56:12 Rep. Llew Jones

01:00:53 Recess 01:21:46 Reconvene

EXECUTIVE ACTION ON SB 514

01:23:42 Motion: Rep. Sonju moved that SB 514 BE CONCURRED IN.

Discussion:

01:24:28 Rep. Nooney
01:24:51 Rep. Sonju
01:25:23 Jeff Martin
01:26:34 Chairman Lake
01:26:54 Rep. Cohenour
01:27:08 Jeff Martin
01:27:29 Rep. Erickson
01:27:43 Chairman Lake
01:28:41 Rep. Jopek
01:29:15 Rep. Nooney

01:29:36 <u>Vote</u>: MOTION CARRIED 11-7 by roll call vote with Reps. Bixby, Cohenour, Hamilton, Jopek, MacLaren, McAlpin, and Pomnichowski voting no and Rep. McAlpin voting by proxy. Rep. Nooney will carry SB 514.

EXECUTIVE ACTION ON SB 332

01:31:37 <u>Motion</u>: Rep. Cohenour moved that **SB 332 BE CONCURRED** IN.

01:32:00 <u>Motion</u>: Rep. Cohenour moved that **SB 332 BE AMENDED**. **EXHIBIT**(tah67a01)

Discussion:

01:32:15 Jeff Martin 01:35:23 Rep. Cohenour 01:36:32 Rep. Lambert 01:36:52 Rep. Cohenour 01:37:14 Chairman Lake 01:37:58 Rep. Butcher

- 01:39:05 Vote: MOTION CARRIED 17-1 by voice vote with Rep. Butcher voting no and Rep. McAlpin voting by proxy.
- 01:39:31 Motion: Rep. Cohenour moved that SB 332 BE CONCURRED IN AS AMENDED.

Discussion:

- 01:39:41 Rep. Cohenour
- 01:41:02 Chairman Lake
- 01:41:30 Rep. Sonju
- 01:42:00 Jeff Martin
- 01:42:40 Rep. Cohenour
- 01:43:06 Rep. Grinde
- 01:43:28 Rep. Nooney
- 01:44:08 Rep. Sonju 01:44:55 Rep. Bixby
- 01:50:21 Rep. Cohenour
- 01:50:48 Vote: MOTION FAILED 8-10 by roll call vote with Reps. Bixby, Cohenour, Erickson, Grinde, Hamilton, Jopek, McAlpin, and Pomnichowski voting aye and Rep. McAlpin voting by proxy.
- 01:51:38 Motion/Vote: Rep. Cohenour moved that SB 332 BE TABLED AND THE VOTE REVERSED. MOTION CARRIED unanimously by voice vote with Rep. McAlpin voting by proxy.

EXECUTIVE ACTION ON HB 834

01:52:18 Motion: Rep. Cohenour moved that HB 834 DO PASS.

Discussion:

- 01:52:32 Rep. Cohenour
- 01:53:55 Chairman Lake
- 01:54:09 Rep. Cohenour
- 01:54:33 Rep. Cohenour
- 01:54:49 Chairman Lake
- 01:54:57 Jeff Martin
- 01:55:34 Rep. Cohenour
- 01:55:55 Rep. Bixby
- 01:56:19 Rep. Jopek
- 01:56:35 Substitute Motion/Vote: Rep. Cohenour made a substitute motion that HB 834 BE TABLED. SUBSTITUTE MOTION CARRIED 17-1 by voice vote with Rep. Erickson voting no and Rep. McAlpin voting by proxy.

EXECUTIVE ACTION ON COMMITTEE BILL

01:57:03 Rep. Jopek moved to **REQUEST AN INTERIM COMMITTEE BILL AND STUDY RESOLUTION** concerning issues contained in HB

834.

Discussion:

- 01:57:18 Rep. Butcher 01:57:48 Jeff Martin
- 01:57:55 <u>Vote</u>: MOTION CARRIED unanimously by voice vote with Rep. McAlpin voting by proxy.

EXECUTIVE ACTION ON SB 418

- 01:58:58 Motion: Rep. Sonju moved that SB 418 BE CONCURRED IN.
- 01:59:49 Motion: Rep. Sonju moved that SB 418 BE AMENDED.

EXHIBIT (tah67a02)

Discussion:

- 01:59:59 Jeff Martin
- 02:01:01 Rep. Erickson
- 02:01:19 Rep. Grinde
- 02:01:43 Rep. Erickson
- 02:02:13 Rep. MacLaren
- 02:02:52 <u>Vote</u>: MOTION FAILED 2-16 by roll call vote with Reps. Jopek and Ross voting age and Rep. McAlpin voting by proxy.

Discussion:

- 02:04:43 Rep. Ross
- 02:06:08 Rep. Jopek
- 02:07:07 Rep. Erickson
- 02:08:17 Rep. Butcher
- 02:09:13 <u>Vote</u>: MOTION FAILED 8-10 by roll call vote with Reps. Bixby, Cohenour, Erickson, Grinde, Hamilton, Jopek, McAlpin, and Pomnichowski voting aye with Rep. McAlpin voting by proxy.
- 02:10:02 Motion/Vote: Rep. Sonju moved that SB 418 BE TABLED
 AND THE VOTE REVERSED. MOTION CARRIED unanimously by
 voice vote with Rep. McAlpin voting by proxy.

02:10:36 Chairman Lake left the hearing

EXECUTIVE ACTION ON HB 832

- 02:10:58 Motion: Rep. Cohenour moved that HB 832 DO PASS.
- 02:11:40 Motion: Rep. Cohenour moved that HB 832 BE AMENDED.

EXHIBIT (tah67a03)

Discussion:

- 02:11:53 Jeff Martin
- 02:14:21 Rep. Cohenour
- 02:15:14 Rep. Sonju
- 02:15:33 Jeff Martin 02:16:30 Rep. Cohenour
- 02:16:50 Rep. Sonju 02:17:04 Jeff Martin
- 02:22:23 Rep. Cohenour
- 02:23:46 Rep. Pomnichowski
- 02:25:24 Rep. Lambert
- 02:26:06 Vote: MOTION CARRIED unanimously by voice vote with Reps. Lake and McAlpin voting by proxy.
- 02:26:39 Motion: Rep. Cohenour moved that HB 832 DO PASS AS AMENDED.
- 02:26:45 Motion/Vote: Rep. Pomnichowski moved that HB 832 BE AMENDED. MOTION CARRIED unanimously by voice vote with Reps. Lake and McAlpin voting by proxy.

EXHIBIT (tah67a04)

02:28:14 Motion: Rep. Cohenour moved that HB 832 DO PASS AS AMENDED.

Discussion:

- 02:28:40 Jeff Martin
- 02:28:55 Rep. Pomnichowski
- 02:29:07 Jeff Martin
- 02:29:34 Motion: Rep. Pomnichowski moved that HB 832 BE AMENDED.

EXHIBIT (tah67a05)

- 02:30:04 <u>Substitute Motion/Vote</u>: Rep. Pomnichowski made a substitute motion that **HB 832 BE AMENDED** with only #2 portion of the amendment. **SUBSTITUTE MOTION CARRIED** unanimously by voice vote with Reps. Lake and McAlpin voting by proxy.
- 02:32:38 <u>Motion</u>: Rep. Cohenour moved that **HB 832 DO PASS AS**AMENDED.

Discussion:

- 02:33:39 Jeff Martin
 02:35:45 Rep. Erickson
 02:36:42 Rep. Lambert
 02:37:33 Rep. Butcher
 02:37:57 Rep. Pomnichowski
 02:39:37 Rep. MacLaren
 02:40:22 Rep. Cohenour
 02:41:39 Rep. Jopek
 02:42:30 Rep. MacLaren
 02:43:09 Rep. Ross
- 02:43:52 <u>Vote</u>: MOTION FAILED 8-10 by roll call vote with Reps. Bixby, Cohenour, Erickson, Grinde, Hamilton, Jopek, McAlpin, and Pomnichowski voting aye with Reps. Lake and McAlpin voting by proxy.
- 02:44:43 <u>Motion/Vote</u>: Rep. Cohenour moved that **HB 832 BE TABLED**AND THE VOTE REVERSED. MOTION CARRIED unanimously by
 voice vote with Reps. Lake and McAlpin voting by proxy.

ADJOURNMENT

| Adjournment: | 11:45 A.M. | | | | |
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| | | REP. | . BOB | LAKE, | Chairman |
| | | DEBRA | POLHE | MUS, | Secretary |
| BL/dp | | | | | |
| Additional Ex | hibits: | | | | |

EXHIBIT (tah67aad.pdf)